

1 William Lee Kelly
 2 6126 Leaning Rock Ct. N. Las Vegas, NV 89031
 3 P: 702-427-2763
 4 Email: William.Lee.Kelly@gmail.com
 5 Pro Se Plaintiff

FILED	RECEIVED
ENTERED	SERVED ON
COUNSEL/PARTIES OF RECORD	
JUL - 2 2025	
CLERK US DISTRICT COURT	
DISTRICT OF NEVADA	
BY: _____	RJN DEPUTY

6

7 **IN THE UNITED STATES DISTRICT COURT**
 8 **FOR THE DISTRICT OF NEVADA**

9

10 William Lee Kelly 2:25-cv-01195-APG-DJA
 11 Plaintiff, **COMPLAINT**
 12 vs.
 13 Financial Industry Regulatory Authority DEMAND FOR JURY TRIAL
 14 (FINRA) Yes No
 15 Defendant.

16 **JURISDICTION**

17 1. This Court has subject matter jurisdiction over this action pursuant to **28 U.S.C. § 1331**
 18 because the claims arise under the Constitution and laws of the United States, including
 19 alleged violations of the **Due Process Clause of the Fifth Amendment** and relevant
 20 provisions of the Securities Exchange Act of 1934. Jurisdiction is also proper under
 21 **diversity jurisdiction** because none of the plaintiffs live in the same state as any of the
 22 defendants and the amount of damages is more than \$75,000.

23 **VENUE**

24 2. Venue is proper in the District of Nevada under **28 U.S.C. § 1331(b)(2)** because a
 25 substantial part of the events or omissions giving rise to the claim occurred within this
 26 District. Plaintiff resides in this District, and the harm resulting from Defendant's conduct
 27 was felt here.
 28 3. FINRA maintains its principal place of business in Washington, D.C., but its conduct had
 29 direct and harmful effects on investors nationwide, including the Plaintiff in this District.

30

31

32

INTRADISTRICT ASSIGNMENT

33 4. Because this lawsuit arose in Clark County, it should be assigned to the Southern
 34 Division of this Court.
 35

PARTIES

37 5. Plaintiff is a United States Army veteran residing at 6126 Leaning Rock Ct. North Las
 38 Vegas, Nevada 89031 and can be contacted at 702-427-2763. Plaintiff was an investor in
 39 the security known as MMTLP and suffered direct financial harm and due process
 40 violations as a result of actions taken by Defendant FINRA.
 41 6. Defendant Financial Industry Regulatory Authority, Inc. (FINRA) is a private corporation
 42 acting under Congressional mandate as a self-regulatory organization (SRO) for broker-
 43 dealers in the United States. FINRA is headquartered at 1735 K Street NW, Washington,
 44 D.C. 20006. It is tasked with overseeing securities markets, regulating broker-dealers,
 45 and enforcing compliance with financial industry rules. FINRA operates under the
 46 oversight of the U.S. Securities and Exchange Commission (“SEC”).

COMPLAINT FOR DAMAGES AND INJUNCTIVE RELIEF**INTRODUCTION**

49 7. This action is brought by Plaintiff, a retail investor and shareholder of MMTLP, seeking
 50 redress for actions taken by the Financial Industry Regulatory Authority, Inc. (“FINRA”)
 51 that exceeded the scope of its lawful authority and resulted in significant financial harm
 52 and constitutional due process violations.
 53 8. Plaintiff alleges that on or around December 8, 2022, FINRA published a revised
 54 corporate action notice regarding the security MMTLP. This notice omitted the *Pay Date*
 55 for the distribution of shares in Next Bridge Hydrocarbons, Inc., and stated that the
 56 MMTLP symbol would be deleted effective December 13, 2022 (Exhibit C). This
 57 contradicted the public statements made by Meta Materials Inc., which had clearly
 58 communicated that the record date would be December 12, 2022, and the distribution
 59 (Pay) date would occur after market close on December 14, 2022 (Exhibit A).
 60 9. Rather than correcting the confusion introduced by the revised corporate action, FINRA
 61 imposed a **U3 trading halt** on MMTLP effective December 9, 2022—prior to the record
 62 date—freezing trading activity and preventing shareholders from buying, selling, or
 63 managing their positions in what would have been the final days of trading (Exhibit E).
 64 10. Plaintiff contends that FINRA’s publication of an incomplete and misleading corporate
 65 action notice, and its subsequent decision to halt trading based on the very instability it
 66 helped create, constitutes an abuse of discretion, a violation of procedural due process,

67 and an overreach beyond its statutory and delegated authority as a self-regulatory
68 organization.

69 11. Plaintiff seeks declaratory relief, damages, and other appropriate remedies to hold FINRA
70 accountable for the harm caused by its mismanagement and failure to adhere to
71 fundamental principles of fairness, accuracy, and transparency.

72

73 FACTUAL BACKGROUND

74 12. The preferred share known as MMTLP was created as a result of the reverse merger
75 between Torchlight Energy Resources, Inc. (“TRCH”) and Meta Materials Inc. (“Meta
76 Materials” or “MMAT”), in which TRCH shareholders were issued preferred shares to
77 retain rights to TRCH’s legacy oil and gas assets. These assets were later designated for
78 spinoff into a new entity, Next Bridge Hydrocarbons, Inc. (“Next Bridge”). In connection
79 with the planned spinoff, Meta Materials issued a corporate communication to its
80 shareholders stating that the distribution date of Next Bridge shares would be December
81 14, 2022, with a record date of December 12, 2022. Following the distribution, Next
82 Bridge would become a privately held company, and the Series A Preferred shares
83 (MMTLP) would be canceled (Exhibit A).

84 13. On December 6, 2022, FINRA published an initial Corporate Action Notice that
85 incorrectly stated MMTLP shares would be canceled effective December 13, 2022, one
86 day prior to the issuer’s stated Pay Date. This misalignment with Meta Materials’ public
87 disclosures caused immediate concern among investors and market participants (Exhibit
88 B).

89 14. On December 7, 2022, Jeff Mendl, Vice President of OTC Markets, publicly stated that
90 the last day for trading MMTLP would be December 12, 2022, aligning with Meta
91 Materials’ record date. During the interview, Mendl used the term “deleted,” which did
92 not appear in FINRA’s initial corporate action notice but was later introduced in FINRA’s
93 revised notice on December 8, 2022. This suggests that Mendl may have had prior
94 knowledge of the upcoming revision to the corporate action notice. His emphasis on the
95 December 12 trading date underscores the disruption caused by FINRA’s premature U3
96 trading halt on December 9, 2022, and highlights the confusion surrounding FINRA’s
97 action. (Exhibit AF)

98 15. On December 8, 2022, FINRA published a revised Corporate Action Notice that further
99 compounded the confusion. The revised notice omitted any reference to the distribution
100 or pay date of December 14th and changed the status of MMTLP shares from being
101 “cancelled” to “deleted,” still listing the effective date as December 13, 2022 (Exhibit C).
102 The omission of the Pay Date, along with the premature deletion date, created a material
103 inconsistency with the issuer’s guidance. By effectively terminating trading one day prior

104 to the correct distribution date and omitting critical information, this revised notice
105 introduced market confusion, undermined fair access, and contributed to the basis for the
106 U3 trading halt.

107 16. As a result of this discrepancy, concern grew regarding how unsettled trades would be
108 handled, and whether purchasers in the final trading days would receive the distribution.
109 FINRA cited these concerns—created by its own corporate action notices—as
110 justification to implement a U3 trading halt on MMTLP effective December 9, 2022,
111 three days prior to the final anticipated trading day of December 12, the record date. This
112 decision effectively froze all trading activity and blocked investors from managing or
113 liquidating positions ahead of the spinoff. (Exhibit E)

114 17. The halt became permanent. MMTLP was never reopened for trading, and investors were
115 forcibly transitioned into holding shares of a non-traded, privately held company—Next
116 Bridge Hydrocarbons—without an opportunity to respond, exit, or otherwise manage
117 their investments during the final days of public trading. (Exhibit AA)

118 18. FINRA later issued a public FAQ attempting to justify the U3 halt on the basis of risks to
119 orderly settlement (Exhibit D). However, the disruption cited by FINRA was directly
120 caused by its own failure to accurately reflect the issuer's timeline in the December 8
121 Corporate Action Notice and failures to adhere to FINRA Rule 6490 and FINRA Rule
122 3110 (Exhibit I). This flawed revision introduced market uncertainty, failed to include the
123 critical Pay Date, and conflicted with Meta Materials' public guidance.

124 19. Prior to the trading halt, the Next Bridge Hydrocarbons prospectus, filed with the SEC,
125 explicitly referenced the potential for a short squeeze and the possibility that the value of
126 MMTLP shares could "rise significantly" (Exhibit AH). This statement, which was
127 specifically required by the SEC before approval, reveals the significant market pressure
128 and potential volatility that FINRA "ignored" when it decided to impose the U3 trading
129 halt on December 9, 2022. By failing to account for the real possibility of a short
130 squeeze, and by instead protecting the interests of those involved in the manipulation of
131 MMTLP—including naked short selling—FINRA acted with willful disregard for its duty
132 to protect investors and ensure market fairness. This coordinated failure to act on the
133 potential for market volatility and manipulation further supports the claim that FINRA's
134 actions were not only arbitrary but may have been designed to shield certain market
135 participants from the consequences of their illegal activities, including the failure to cover
136 short positions. As a result, Plaintiff and other investors were deprived of their rights to
137 manage their investments without due process, further amplifying the harm caused by
138 FINRA's actions.

139

140 20. In the 9 days leading up to the reverse merger between TRCH and MMAT, an estimated
141 320 million shares were shorted (Exhibit AL) despite a TRCH float of only 165 million
142 shares (Exhibit AM), indicating naked short selling and potential market manipulation.
143 When MMTLP began trading shortly after the merger, it opened at \$0.01, with about 3
144 million shares quickly bought at that price, allowing hedge funds to cover their massive
145 short positions at the lowest possible price. This trading event, which was initially
146 intended to be a non-tradable preferred share (Exhibit AN), directly correlates with the
147 failure to cover short positions prior to the merger and further underscores the
148 manipulation that FINRA failed to address. By allowing MMTLP to become tradable
149 without an accurate Form 211, FINRA effectively facilitated the protection of illegal
150 short selling activities and deprived investors of their property rights through the U3 halt.

151 21. Furthermore, on February 8, 2024, Greg McCabe, CEO of Next Bridge Hydrocarbons,
152 publicly disclosed that foreign firms had approached Next Bridge seeking to purchase
153 shares far exceeding the 2.65 million short shares FINRA reported (Exhibit AJ). McCabe
154 also pointed out the limitations of FINRA's ability to oversee foreign firms and disputed
155 FINRA's characterization of the short interest position as "nominal." This disclosure
156 directly contradicts FINRA's short interest estimate, highlighting the significant investor
157 demand that FINRA failed to account for when imposing the trading halt. The failure to
158 recognize the scale of investor interest, coupled with the inability to properly oversee
159 foreign firms involved in the transaction, further underscores the unjustified and arbitrary
160 nature of FINRA's actions and the continuing harm caused by its decision to halt trading.

161 22. Greg McCabe also disputes FINRA's role in the corporate actions, emphasizing the
162 discrepancy between Meta Materials' stated distribution date of December 14, 2022, and
163 FINRA's deletion date of December 13, 2022 (Exhibit AK). McCabe pointed out that this
164 discrepancy exacerbated confusion for investors and further highlights the flaws in
165 FINRA's handling of the corporate action. This misalignment in dates further supports
166 the claim that FINRA's actions were arbitrary, violated FINRA rule 6490, and led to the
167 deprivation of investors' rights without due process.

168 23. Moreover, in April 2024, a Schedule 13D filed by BiTech Technologies Corporation
169 disclosed the reuse of CUSIP 89102U103 (Exhibit X)—the same identifier originally
170 assigned to Torchlight Energy Resources which eventually became MMTLP during the
171 reverse-merger (Exhibit Y & Z). This duplication, occurring well over a year after the U3
172 trading halt, reflects a continuing breakdown in regulatory oversight by FINRA and the
173 SEC. The failure to prevent the reassignment of a known, controversial CUSIP—without
174 investor notice, guidance, or corrective action—demonstrates ongoing procedural
175 negligence. This event further underscores Plaintiff's claim that FINRA has not only
176 deprived investors of property without due process but continues to perpetuate systemic
177 confusion and harm within the marketplace.

178 24. Plaintiff contends that FINRA's conduct constituted more than administrative error; it
179 represented a misuse of regulatory discretion. By publishing materially incomplete and
180 misleading corporate action data—and subsequently using that misinformation as
181 justification for halting all trading—FINRA acted in a manner inconsistent with its duties
182 to protect market integrity and ensure fair access.

183 25. Additionally, Plaintiff asserts that the following FINRA Rules may have been violated
184 throughout FINRA's handling of MMTLP—from the initial phases of its trading through
185 the U3 halt and beyond. These potential violations include systemic regulatory failures
186 and a pattern of conduct that undermined transparency, trading integrity, and shareholder
187 rights.

188 **Rule 6490(d)(3):** Failure to verify that issuer documentation supported corporate action
189 timing. (Exhibit A, B, & C)

190 **Rule 6440:** Imposing a U3 halt without sufficient transparency or justified extraordinary
191 circumstances. (Exhibit D, E, & I)

192 **Rule 6432:** Failure to ensure compliance with required Form 211 filings prior to quoting
193 or trading a security. (Exhibit G & AN)

194 **Rule 4320:** Mishandling of trading in OTC securities subject to corporate actions.
195 (Exhibit A, B, C, & K)

196 **Rule 2010:** Failure to observe high standards of commercial honor and just and equitable
197 principles of trade. (Exhibit H, L, M, X, Y & Z)

198 **Rule 3310:** Potential failure to maintain an adequate anti-money laundering compliance
199 program amid irregular trading behavior. (Exhibit H)

200 **Rule 2261:** Failure to make financial and operational condition disclosures to investors.
201 (Exhibit K)

202 **Rule 3110:** Inadequate supervisory systems in reviewing and approving the corporate
203 action timeline. (Exhibit A, B, C, & I)

204 **Rule 6140:** Misleading dissemination of trading information. (Exhibit B, C, & K)

205 **Rule 8210:** Failure to respond fully and transparently to lawful requests for information
206 by investors and third parties. (Exhibit H & F)

207 26. Moreover, FINRA's conduct may implicate the following SEC Rules and Regulations:

208 **SEC Rule 10b-5:** Engaging in manipulative or deceptive practices by failing to disclose
209 material information accurately. (Exhibit C, J, K, L, X, Y, & Z)

SEC Rule 17a-4: Failure to maintain required records related to the corporate action and halt decision. (Exhibit K)

SEC Rule 15c2-11: Potential irregularities in initiating or continuing quotations in MMTLP without adequate issuer information. (Exhibit G, X, Y, Z, & AN)

SEC Rule 15(b)(6): Failure to enforce compliance with rules designed to prevent fraudulent and manipulative acts, promote just and equitable principles of trade, and protect investors, thereby abdicating statutory responsibilities delegated by the SEC. (Exhibit L & M)

Reg SHO Rule 204: Concerns of persistent settlement failures and failure to close out short positions in MMTLP. (Exhibit J, K, L, & M)

27. The lack of corrective action, public transparency, or investor remedies by FINRA over the subsequent two and a half years has resulted in sustained financial and procedural harm to Plaintiff and thousands of similarly situated investors. As of the filing of this complaint, the U3 trading halt remains unresolved, and affected investors have not been afforded due process or restitution. This ongoing neglect has drawn concern from members of Congress (Exhibit F), including Congresswoman Barbara Lee, who in a letter dated December 4, 2023, called for accountability and transparency regarding the handling of MMTLP and the unresolved trading halt (Exhibit AE).

28. These failures represent not merely a technical misstep, but a systemic breakdown in FINRA's execution of its regulatory duties. All the events leading up to and following the U3 halt merit judicial scrutiny, declaratory relief, and legal redress.

CLAIMS FOR RELIEF

Count I: Abuse of Regulatory Authority Resulting in Due Process Violations committed by FINRA

23. Plaintiff realleges and incorporates by reference all preceding paragraphs as though fully set forth herein

24. The Fifth Amendment to the United States Constitution provides that no person shall be “deprived of life, liberty, or property, without due process of law.” This constitutional guarantee applies not only to governmental entities but also to quasi-governmental organizations, such as FINRA, when acting under the color of federal authority.

25. FINRA, acting in its capacity as a self-regulatory organization (SRO) under delegated authority from the U.S. Securities and Exchange Commission (SEC), issued a revised Corporate Action Notice on or around December 8, 2022, which removed the issuer-designated Pay Date of December 14, 2022 and instead listed the MMTLP symbol as

245 “deleted” effective December 13, 2022 (Exhibit C). This directly contradicted the
246 distribution schedule publicly disclosed by Meta Materials Inc. (Exhibit A & AO),
247 generated widespread confusion among market participants, and destabilized orderly
248 trading.

249 26. FINRA subsequently imposed a sudden an indefinite U3 trading halt on December 9,
250 2022 (Exhibit E), three days before the final anticipated trading day and record date. This
251 abrupt action deprived Plaintiff and other shareholders of the opportunity to sell, transfer,
252 or manage their securities, effectively locking their assets without advance notice, an
253 opportunity to be heard, or any form of recourse.

254 27. The trading halt was justified by FINRA on the grounds of uncertainty in settlement and
255 clearance processes (Exhibit I), including DTC ineligibility and the potential for trades
256 not to settle before the record and distribution dates. However, the very uncertainty
257 FINRA cited was a direct consequence of its own flawed notice—which omitted the Pay
258 Date, designated a premature share deletion, and failure to adhere to applicable SEC &
259 FINRA regulations.

260 28. In issuing that notice and then citing the resulting confusion as justification for halting the
261 market, FINRA acted as both the cause and enforcer of the disruption — thereby abusing
262 its regulatory discretion. Brokers, including TradeZero (Exhibit AB), Interactive Brokers
263 (Exhibit AC), and Ameritrade (Exhibit AG) had already communicated to holders that
264 MMTLP would remain tradable through December 12 and that Short Positions would be
265 forcibly closed (Exhibit AB). Even OTC Markets Vice President Jeff Mendl publicly
266 affirmed trading continuity as late as December 7 on Trader TV Live (Exhibit AF). The
267 halt thus interrupted a knowingly functional market, making FINRA’s action even more
268 arbitrary and harmful. These actions violated the Fifth Amendment guarantee of due
269 process by depriving Plaintiff of property rights without proper notice or legal procedure.
270 The ability to buy, sell, or liquidate securities is a fundamental economic liberty protected
271 under the Constitution when government-delegated entities act in ways that carry the
272 force of law.

273 29. FINRA is not immune from judicial review when it operates beyond the scope of its
274 delegated authority, or in a manner that is arbitrary, capricious, or contrary to law. Its
275 conduct in this case represents a gross overreach and a fundamental breakdown of its
276 duty to maintain market integrity and protect investors.

277 30. As a direct result, Plaintiff has suffered financial losses (Exhibit N), emotional distress,
278 and an ongoing deprivation of property rights, and seeks compensatory and equitable
279 relief as determined by this Court.

280
281
282
283

284 **Count II: Negligent Failure to Adhere to Mandated Regulatory Procedures committed by**
 285 **FINRA**

286 20. Plaintiff realleges and incorporates by reference all preceding paragraphs as though fully
 287 set forth herein.

288 21. As a self-regulatory organization operating under the authority of the Securities Exchange
 289 Act of 1934, FINRA is required to adhere to established regulatory protocols, including
 290 its own rules—such as FINRA Rules 6490, 6440, and 2010—as well as relevant SEC
 291 oversight and guidance. These rules exist to ensure transparency, accuracy, and investor
 292 protection in market activity.

293 22. In publishing a Corporate Action Notice for MMTLP on December 8, 2022, that omitted
 294 the issuer-designated Pay Date and prematurely listed the MMTLP symbol as deleted
 295 effective December 13, 2022 (Exhibit C), FINRA failed to align its notice with the
 296 information publicly disclosed by Meta Materials Inc. (Exhibit A). This discrepancy
 297 breached FINRA Rule 6490(d)(3), which mandates verification of issuer-submitted data
 298 for completeness and accuracy prior to publication.

299 23. Rather than correcting this procedural failure, FINRA invoked Rule 6440 to impose a U3
 300 trading halt, citing the very confusion and settlement disruption caused from the flawed
 301 corporate action (Exhibit I). This action amplified the harm to investors and created an
 302 immediate market closure that denied Plaintiff and others the opportunity to manage or
 303 divest their positions.

304 24. FINRA’s conduct reflects gross regulatory negligence, a failure to supervise and
 305 communicate transparently, and a dereliction of its duty to ensure orderly market
 306 functioning. This negligence directly contributed to the deprivation of property rights, a
 307 collapse in investor trust, and market dysfunction. Internal communications obtained via
 308 FOIA reveal that Sam Draddy, FINRA’s Head of Market Regulation, was aware of “fraud
 309 detected” related to MMTLP prior to the halt, yet no meaningful enforcement, disclosure,
 310 or investor protection followed (Exhibit AD). This failure to act on known indicators of
 311 fraud further exemplifies the depth of FINRA’s regulatory breakdown and abandonment
 312 of its oversight responsibilities.

313 25. As a direct result, Plaintiff suffered economic damages (Exhibit N), emotional distress,
 314 and loss of due process protections. FINRA’s failure to fulfill its procedural obligations is
 315 actionable under both statutory and constitutional principles and warrants judicial
 316 intervention and appropriate remedies.

317 **Count III: Deprivation of Property Without Due Process of Law (Fifth Amendment**
 318 **Violation) Committed by FINRA**

319 26. Plaintiff realleges and incorporates by reference all preceding paragraphs as though fully
320 set forth herein.

321 27. The Fifth Amendment to the United States Constitution provides that no person shall be
322 “deprived of life, liberty, or property, without due process of law.” This constitutional
323 guarantee applies not only to governmental entities but also to quasi-governmental
324 organizations, such as FINRA, when acting under the color of federal authority.

325 28. Plaintiff held a legitimate property interest in MMTLP securities—lawfully acquired and
326 publicly traded shares—which entitled Plaintiff to sell, transfer, or otherwise dispose of
327 these securities in the open market.

328 29. By imposing a sudden, indefinite U3 trading halt on December 9, 2022 (Exhibit E),
329 FINRA effectively froze Plaintiff’s assets, denying all market access, communications,
330 and transactional options—without prior notice, public justification, or an opportunity for
331 investors to be heard.

332 30. This halt was not triggered by external volatility or issuer misconduct, but by FINRA’s
333 own conflicting and inaccurate corporate action notices—first on December 6, which
334 incorrectly indicated cancellation prior to the actual distribution date, and then on
335 December 8, which omitted the distribution date entirely and introduced further
336 ambiguity. These procedural missteps manufactured the settlement concerns FINRA
337 subsequently cited to justify the halt, rendering it both the architect and executor of the
338 disruption.

339 31. Despite FINRA’s acknowledgment that over 2.6 million short positions exist in the now-
340 private Next Bridge Hydrocarbons (Exhibit L), no resolution or path to restitution has
341 been offered (Exhibit AI). This prolonged inaction demonstrates a failure to fulfill
342 FINRA’s core regulatory obligations and reflects a disregard for its statutory duty to
343 protect investors, ensure market fairness, and remedy harm caused under its supervision.
344 Such inaction supports claims of violations under SEC Rule 15A(b)(6), showing a failure
345 to enforce compliance with anti-fraud provisions and to uphold just and equitable
346 principles of trade. The absence of corrective action, clear investor communication, or
347 meaningful post-halt remedies—despite widespread outcry and repeated requests—
348 reflects a deliberate indifference to the procedural protections guaranteed by law.

349 32. Plaintiff has submitted formal complaints to multiple oversight and enforcement
350 authorities regarding FINRA’s conduct in connection with the MMTLP trading halt,
351 including the U.S. Securities and Exchange Commission (SEC) (Exhibit O), the SEC
352 Office of Inspector General (OIG)(Exhibit P), the SEC Office of the Ombudsman
353 (Exhibit Q), the Internet Crime Complaint Center (IC3) affiliated with the Federal Bureau
354 of Investigation (Exhibit R), the Nevada Secretary of State (Exhibit S), and the Nevada

355 Attorney General (Exhibit T). Additionally, Plaintiff has written letters to U.S.
 356 Congressman Steven Horsford (Exhibit U & V) and U.S. Senator Catherine Cortez Masto
 357 (Exhibit W) seeking intervention and transparency. Despite these extensive efforts, no
 358 corrective action, formal investigation findings, or meaningful restitution has been
 359 provided. This widespread institutional inaction further underscores the denial of
 360 procedural protections and supports Plaintiff's claim of a Fifth Amendment due process
 361 violation.

362 33. FINRA's conduct constitutes a clear violation of the Fifth Amendment, as Plaintiff and
 363 similarly situated investors were deprived of property without due process of law through
 364 actions taken under the color of delegated federal authority.

365 34. As a direct and proximate result of this constitutional violation, Plaintiff has suffered
 366 monetary loss (Exhibit N), emotional harm, and a profound erosion of trust in the
 367 institutions charged with safeguarding investor rights and market integrity.

368

369 **PRAYER FOR RELIEF**

370 WHEREFORE, Plaintiff respectfully requests that this Court enter judgment in his favor and
 371 against Defendant FINRA, and grant the following relief:

372 I. **Declaratory Relief** – A judicial declaration that Defendant FINRA acted ultra vires
 373 (beyond the scope of its regulatory authority) and in violation of applicable laws, rules,
 374 and constitutional protections in connection with the publication of the MMTLP
 375 corporate actions and the imposition of the U3 trading halt, specifically including a
 376 failure to adhere to relevant SEC and FINRA rules and regulations.

377 II. **Compensatory Damages** – An award of compensatory damages in an amount to be
 378 determined at trial, but not less than the total value of Plaintiff's MMTLP shares as of the
 379 date of the U3 trading halt (December 9, 2022). This includes, but is not limited to, any
 380 loss of investment value, unrealized gains, and the financial harm caused by the inability
 381 to manage or liquidate Plaintiff's MMTLP shares due to FINRA's actions, including the
 382 loss of opportunity during the trading halt.

383 III. **Punitive Damages** – An award of punitive damages in an amount sufficient to punish
 384 and deter similar future conduct by FINRA and other self-regulatory organizations
 385 operating under governmental oversight.

386 IV. **Equitable Relief**

387 a. An order compelling FINRA to produce all records, communications, and internal
 388 documentation related to its handling of the MMTLP corporate action, the U3 halt

389 decision, and any known anomalies in short interest, broker-dealer conduct, or
 390 settlement failures.

391 b. Correct and clarify the mistakes and omissions in the corporate action notices and
 392 provide affected investors with a mechanism to regain control over their
 393 investments or receive restitution, including potential financial compensation for
 394 the ongoing freeze on MMTLP shares.

395 V. **Costs and Fees** – An award of all reasonable costs incurred in bringing this action,
 396 including court filing fees and any future litigation-related expenses. Attorney's fees are
 397 not requested at this time but may be sought if counsel is retained during the course of
 398 this action

399 VI. **Any Further Relief** – Any other and further relief that the Court deems just, proper, and
 400 equitable under the circumstances.

401 VII. **Reservation of Rights to Amend** – Plaintiff reserves the right to amend this Complaint,
 402 including the demand for damages, upon the discovery or disclosure of additional
 403 material facts. This includes, but is not limited to, evidence of MMTLP trades executed at
 404 significantly higher valuations that were reversed, blocked, or otherwise interfered with
 405 as a result of Defendant FINRA's actions.

406 **DEMAND FOR JURY TRIAL**

407 Plaintiff demands a jury trial on all issues.

408 Respectfully Submitted,

409 Dated: July 2, 2025

410 **William Lee Kelly**

411 **Plaintiff, Pro Se**

412 6126 Leaning Rock Ct.

413 North Las Vegas, NV 89031

414 Email: William.Lee.Kelly@gmail.com

415 Phone: (702)427-2763

Signature: 

416

417

418

419

420 **EXHIBIT INDEX**

421	Exhibit	Description
422	A	Meta Materials Inc. Press Release – November 23, 2022
423	B	FINRA Corporate Action Notice – December 6, 2022
424	C	FINRA Corporate Action Notice – December 8, 2022
425	D	FINRA MMTLP Trading Halt FAQ – Released March 16, 2023
426	E	FINRA Uniform Practice Advisory #35-22 – December 9, 2022 (U3 Halt)
427	F	74 Member Congressional Letter to the SEC & FINRA – Dec. 22, 2023
428	G	Response from FINRA CEO to Congressional Letter – Jan. 31, 2024
429	H	Response from FINRA CEO to Congressional Letter – Jan. 31, 2024
430	I	Response from FINRA CEO to Congressional Letter – Jan. 31, 2024
431	J	Market Frauds Article claiming Anson Funds admits to Short Selling
432	K	FINRA MMTLP Trading Halt FAQ Referencing FTD's – March 16, 2023
433	L	FINRA FAQ - Short Positions In a Private Company – Nov. 6, 2023
434	M	FINRA FAQ – “Naked” Short Selling FTD Estimates – Nov. 6, 2023
435	N	Charles Schwab Personal Account Statement - Dec. 31, 2022
436	O	Copy of Complaint submitted to the SEC – Dec. 12, 2022
437	P	Copy of Complaint submitted to SEC OIG – May 6, 2025
438	Q	Copy of Complaint submitted to SEC OMBUD – Feb. 18, 2025
439	R	Copy of Complaint to FBI IC3 – Feb. 14, 2025
440	S	Copy of Complaint to Nevada Secretary of State – Jan. 28, 2025
441	T	Copy of Complaint to Nevada Attorney General – June 14, 2024
442	U	Initial Response letter from Congressman Horsford – June 6, 2024
443	V	Second Response letter from Congressman Horsford – June 12, 2024
444	W	Response letter from the office of Senator Cortez-Masto – May 15, 2025
445	X	BiTech Technologies utilization of MMTLP CUSIP – April 24, 2024
446	Y	TRCH/MMTLP filing verifying CUSIP Number – December 31, 2020
447	Z	Further Verification of the TRCH/MMTLP CUSIP – June 25, 2021

	Exhibit	Description
448	AA	Trading Data for MMTLP from Nov 21, 2022 to the U3 Halt
449	AB	TradeZero's Correspondence to MMTLP Holders Pre-Halt
450	AC	Interactive Brokers Correspondence to MMTLP Holders
451	AD	FOIA Request Showing Sam Draddy's Correspondence With the SEC
452	AE	Letter From Congresswoman Barbara Lee – Dec. 4, 2023
453	AF	VP of OTC Jeff Mendl Video discussing MMTLP Deletion - Dec. 7, 2022
454	AG	Ameritrade Correspondence to MMTLP Holders Pre-Halt
455	AH	Next Bridge Prospectus referencing an MMTLP Short Squeeze
456	AI	NBH acknowledgement of Attempts to Resolve Share Imbalance
457	AJ	NBH Disputes 2.65m Short Estimated Provided by FINRA in FAQ
458	AK	NBH Disputes FINRA's Role in the Corporate Actions
459	AL	Short Volume Data for TRCH Final days Before Reverse Merger
460	AM	Outstanding Share count of the Series A Preferred Share (MMTLP)
461	AN	Former CEO of TRCH Discussing Trading of the Series A preferred Share
462	AO	Legal Statement by George Palikaras regarding FINRA's Corp. Action
463		
464		
465		
466		
467		
468		
469		
470		
471		
472		
473		
474		

475 **EXHIBIT A**476 **Meta Material Inc. Press Release – November 23, 2022**477 **Subject:** Announcement of Distribution of Next Bridge Hydrocarbons, Inc. Shares and Series A
478 Preferred Stock Cancellation (Support for violating FINRA Rule 6490)479 **Source:** https://metamaterial.com/meta-materials-inc-board-of-directors-approves-planned-completion-of-the-spin-off-of-next-bridge-hydrocarbons-inc/?utm_source=chatgpt.com
480
481

482

META MATERIALS INC. BOARD OF DIRECTORS APPROVES PLANNED COMPLETION OF THE SPIN-OFF OF NEXT BRIDGE HYDROCARBONS INC.

HALIFAX, NS / ACCESSWIRE / November 23, 2022 / Meta Materials Inc. (the "Company" or "META®") (NASDAQ:MMAT, FSE:MMAT), a developer of high-performance functional materials and nanocomposites, today announced that its board of directors has approved the distribution to the holders of META's Series A Non-Voting Preferred Stock ("Series A Preferred Stock" which is currently traded over-the-counter, or OTC, under the symbol MMTLP) of 100% of the common stock of META's wholly owned subsidiary, Next Bridge Hydrocarbons, Inc. ("Next Bridge") in accordance with the Distribution Agreement between META and Next Bridge. Upon completion of the distribution, Next Bridge will be an independent public reporting company, but the Next Bridge common stock is not and will not be publicly traded and will not be eligible for electronic transfer through the Depository Trust Company book-entry system or any other established clearing corporation. Subject to certain conditions, including, among others, completion of all necessary actions and filings with regard to applicable state securities or "blue sky" laws and final FINRA approval, for which there can be no assurances that such approval will be given, each holder of Series A Preferred Stock as of 4 p.m. ET on December 12, 2022, (the record date for the distribution), will be entitled to receive one share of Next Bridge common stock for every one share of Series A Preferred Stock held as of the record date. The shares of Next Bridge common stock will be distributed on December 14, 2022 after the close of the trading markets, at which time (i) all of the shares of Series A Preferred Stock will be automatically cancelled, (ii) the holders of such Series A Preferred Stock will cease to have any rights with respect to such shares and (iii) the shares of Series A Preferred Stock, MMTLP, will no longer be tradable on the OTC market.

483

484

485

486

Archives

2024

2023

2022

2021

2020

2019

2018

2017

2016

2014

487 **EXHIBIT B**488 **FINRA Corporate Action Notice – December 6, 2022**489 **Subject:** Initial Corporate Action for MMTLP – Cancellation Date and Distribution Terms
490 (Support for violating FINRA Rule 6490, Rule 6140)491 **Source:** <https://otce.finra.org/otce/dailyList>

492

Daily List Events X

Summary					
Date/Time	Event Type	Eff/Ex Date/Time	Symbol	Issue Name	Market
12/06/2022 14:53:29	Exchanged	12/13/2022 00:00:00	MMTLP	META MATLS INC PFD SER A	OTC Equity

Comments

MMTLP shareholders with settled positions as of 12/12/22 Record Date will receive one (1) share of Next Bridge Hydrocarbons, Inc. for every one (1) share of MMTLP held on Pay Date of 12/14/22. Purchases of MMTLP executed after 12/8/22 will not receive the distribution. Will not be quoted Ex. MMTLP shares will be canceled effective 12/13/22.

Details	
Current Value	
Daily List Date/Time	12/06/2022 14:53:29
Event Type	Exchanged
Effective/Ex Date/Time	12/13/2022 00:00:00
Symbol	MMTLP
Issue Name	META MATLS INC PFD SER A
Class	
Market Category	OTC Equity
Offering Type	No Restrictions

MMTLP shareholders with settled positions as of 12/12/22 Record Date will receive one (1) share of Next Bridge Hydrocarbons, Inc. for every one (1) share of MMTLP held on Pay Date of 12/14/22. Purchases of MMTLP executed after 12/8/22 will not receive the distribution. Will not be quoted Ex. MMTLP shares will be canceled effective 12/13/22.

Daily List Comment

493

494

495

496

497 **EXHIBIT C**498 **FINRA Corporate Action Notice – December 8, 2022**499 **Subject:** Revised Corporate Action for MMTLP – Symbol Deletion Effective 12/13/2022
500 (support for violating FINRA rule 6490 and 6140 and SEC Rule 10b-17)501 **Source:** <https://otce.finra.org/otce/dailyList>

502

Daily List Events					
Date/Time	Event Type	Eff/Ex Date/Time	Symbol	Issue Name	Market
12/08/2022 13:11:45	Exchanged	12/13/2022 00:00:00	MMTLP	META MATLS INC PFD SER A	OTC Equity
Comments					
<p>See Daily List of 12/6/2022. Announcement Revised: MMTLP shareholders with settled positions as of 12/12/22 will receive one (1) share of Next Bridge Hydrocarbons, Inc. for every one (1) share of MMTLP held. Purchases of MMTLP executed after 12/8/22 will not receive the distribution. Will not be quoted Ex. Symbol: MMTLP will be deleted effective 12/13/22.</p>					
Details					
Current Value					
Daily List Date/Time	12/08/2022 13:11:45				
Event Type	Exchanged				
Effective/Ex Date/Time	12/13/2022 00:00:00				
Symbol	MMTLP				
Issue Name	META MATLS INC PFD SER A				
Class					
Market Category	OTC Equity				
Offering Type	No Restrictions				
Daily List Comment	<p>See Daily List of 12/6/2022. Announcement Revised: MMTLP shareholders with settled positions as of 12/12/22 will receive one (1) share of Next Bridge Hydrocarbons, Inc. for every one (1) share of MMTLP held. Purchases of MMTLP executed after 12/8/22 will not receive the distribution. Will not be quoted Ex. Symbol: MMTLP will be deleted effective 12/13/22.</p>				

503

504

505

506

507

508 **EXHIBIT D**509 **FINRA Frequently Asked Questions (FAQ) Regarding the MMTLP Trading Halt – March**
510 **16, 2023 (Support for Violating FINRA Rule 6440)**511 **Subject:** FINRA's Public Explanation for the U3 Trading Halt and Related Market Disruption
512 **Source:** https://www.finra.org/investors/insights/FAQ-MMTLP-corporate-action-and-trading-halt?utm_source=chatgpt.com
513**1. Why did FINRA halt trading in MMTLP?**

FINRA is permitted under its rules to impose a quoting and trading halt in an OTC equity security where FINRA determines that an extraordinary event has occurred or is ongoing that has had a material effect on the market for the security or has caused or has the potential to cause major disruption to the marketplace or significant uncertainty in the settlement and clearance process. FINRA made such a determination for MMTLP and halted trading on December 9.

Among FINRA's concerns were the facts that, after December 12, the MMTLP shares would cease to be DTC-eligible; MMTLP shares would be cancelled at the time of the distribution (i.e., December 14); and Next Bridge common stock was not expected to be DTC-eligible—raising uncertainty regarding how transactions executed after December 8 would settle in an orderly manner in relation to these dates. Had MMTLP continued trading after December 8, there was the possibility that investors buying MMTLP during that time period may not have realized that those shares were about to be cancelled by Meta Materials, that they may not receive MMTLP shares before they were cancelled, and that they would not be recorded on December 12 as MMTLP holders eligible to receive Next Bridge common stock in the distribution.

2. Why did FINRA halt trading on December 9 if shareholders as of December 12 were entitled to receive the Next Bridge distribution?

FINRA halted trading in MMTLP on Friday, December 9, because securities transactions typically must settle within two business days in accordance with SEC rules. This means that trades in MMTLP executed on December 8 typically would settle on December 12, while trades executed on December 9 or December 12 typically would not settle until after December 12. This is important because a seller ceases to be a holder of shares and a purchaser becomes a holder of shares only after a transaction settles. Therefore, for purposes of the Next Bridge / MMTLP corporate action, only those trades in MMTLP that were executed on or before December 8 typically would have settled in time to establish the purchaser as a new holder of the shares as of December 12.

In addition, after December 12, the MMTLP shares would no longer be DTC-eligible (and the Next Bridge shares were not expected to be DTC-eligible). This means that, after December 12, any unsettled trades in MMTLP would have needed to be handled through broker-to-broker processes outside of DTC. Thus, there was uncertainty about whether trades executed *after* December 8 would settle in an orderly manner, including whether they would settle before the MMTLP shares were cancelled on December 14.

In other words, for trades in MMTLP executed after December 8, the seller of MMTLP shares would still have been recorded as the holder eligible to receive Next Bridge shares as part of the corporate action distribution, and the buyer would not be recorded as eligible to receive Next Bridge shares in the distribution. Moreover, the buyer would have purchased shares that would be cancelled on December 14, and there was uncertainty as to whether these trades would be settled in an orderly manner before the cancellation date. *See also* Question # 7 below.

514

515

516 **EXHIBIT E**

517 **Subject:** FINRA Trading Halt Advisory – U3 Halt and Symbol Deletion of MMTLP - December
 518 9, 2022 (Support for Violating FINRA Rule 6440)

519 **Source:** [https://www.finra.org/sites/default/files/2022-12/UPC-35-2022-
 520 MMTLP%28Halt%29_2.pdf?utm_source=chatgpt.com](https://www.finra.org/sites/default/files/2022-12/UPC-35-2022-MMTLP%28Halt%29_2.pdf?utm_source=chatgpt.com)

521



**Attn: Trading and Market Making/Legal and Compliance/Operations/Systems
 UNIFORM PRACTICE ADVISORY (UPC # 35-22) 12/09/2022**

Trading and Quotation Halt for META MATERIALS PFD SER A (MMTLP)

Effective Friday, December 09, 2022, the Financial Industry Regulatory Authority, Inc. ("FINRA") halted trading and quoting in the Series A preferred shares of Meta Materials Inc. (OTC Symbol: MMTLP). Pursuant to Rule 6440(a)(3), FINRA has determined that an extraordinary event has occurred or is ongoing that has caused or has the potential to cause significant uncertainty in the settlement and clearance process for shares in MMTLP and that, therefore, halting trading and quoting in MMTLP is necessary to protect investors and the public interest.

The trading and quoting halt will end concurrent with the deletion of the symbol effective Tuesday, December 13, 2022. See updated FINRA Daily List announcement of December 8, 2022, regarding MMTLP; available here: <https://otce.finra.org/otce/dailyList>.

See also Form S1 Registration Statement for Next Bridge Hydrocarbons, Inc. stating that "...immediately after the Spin-Off, all shares of Series A Non-Voting Preferred Stock of Meta shall be cancelled." Available here: <https://www.sec.gov/Archives/edgar/data/1936756/000119312522281275/d302576ds1a.htm>.

Questions regarding this notice can be directed to: FINRA Market Operations at (866) 776-0800, Option 2.

522

523

524

525

526 **EXHIBIT F**

527 **Subject:** Letter from Congressman Ralph Norman to FINRA CEO Robert Cook and SEC Chair
 528 Gary Gensler - December 22, 2023 (Support for Violating FINRA Rule 8210)

529 **Source:** https://norman.house.gov/uploadedfiles/rep-norman-mmtlp-letter-2023-12-22-final.pdf?utm_source=chatgpt.com

Please provide a response to the following questions and requests no later than January 31, 2024:

1. Provide a timeline of trading of MMTLP on the OTC markets; the actions taken by the SEC, self-regulatory organizations, the issuers, the transfer agent, and any other relevant parties during the time MMTLP was traded; and the transaction that produced Next Bridge Hydrocarbon shares.
2. The Former CEO of Torchlight Energy Resources stated that “MMTLP was never designed to trade.”⁵ Please provide a detailed explanation, including the relevant statutory authority and procedures, that allowed for MMTLP shares to trade on the OTC market.
3. Provide the relevant statutory authority, jurisdiction, and adherence to established industry standards regarding the U3 trading halt of MMTLP issued on December 9, 2022.
4. Provide the exact date and circumstances surrounding FINRA’s determination to implement the U3 halt, including all unredacted communications between FINRA, SEC, governmental agencies, any outside organizations, FINRA members and non-FINRA members, and any other individuals. Also include all information surrounding the SEC or FINRA’s knowledge of the share price in any public or non-public exchange before issuance of the U3 halt.
5. Provide the first date and time that FINRA or its agents advised any market participant in any manner that MMTLP would no longer trade on December 9, 2022. Include any relevant documents or communication.
6. Did FINRA issue a Blue Sheet request for MMTLP during the period of October 2021 through December 2022? Why or why not?
7. How many questions, complaints, and/or inquiries have you received regarding MMTLP?
8. Provide the statutory or legal justification used by the SEC and FINRA to ignore public requests and congressional inquiries regarding MMTLP.
9. Provide the delivery of a certified audited and consolidated count of shares that were held by all U.S. and foreign financial institutions, together with their clearing firm counter-brokers including trades not reported in the consolidated audit trail (CAT), related to MMTLP on the date of December 12, 2022. Please include all shares/holdings of long and short positions, as well as IOUs held by each participating broker and market participant as record owner, beneficial owner, or in any other capacity (each reported separately) including but not limited to: all shares registered at AST, all shares held in

531

532

533

534 **EXHIBIT G**

535 **Subject:** Letter from FINRA CEO Robert Cook to Congressman Ralph Norman - Jan. 31, 2024
 536 (Support for violating FINRA Rule 6432 & SEC Rule 15c2-11)

537 **Source:** https://norman.house.gov/uploadedfiles/2024-01-31-finra-response-to-rep-norman-regarding-mmtlp.pdf?utm_source=chatgpt.com

539

- Assigning the “MMTLP” symbol upon request of a broker-dealer was standard practice given the circumstances, and appropriate to further market transparency. When a security trades OTC, FINRA broker-dealers are required by FINRA rules to request a stock symbol (if one does not already exist) and report the trade. Then they must electronically report the price and size of the executed transaction, which FINRA disseminates to the public to provide transparency. This is what occurred in the case of MMTLP. Given that a trade had been executed and the company had obtained a unique identifier for the security,⁴ FINRA assigned the “MMTLP” symbol in October 2021. The MMTLP symbol was *not* assigned in connection with a Form

³ “Examining the Agenda of Regulators, SROs, and Standards-Setters for Accounting, Auditing,” Tuesday, December 12, 2023, Capital Markets Subcommittee, House Committee on Financial Services. Testimony of Mr. Robert Cook, President and CEO, Financial Industry Regulatory Authority (FINRA), available at <https://docs.house.gov/meetings/BA/BA16/20231212/116638/HHRG-118-BA16-Wstate-CookR-20231212.pdf>.

⁴ The issuer had obtained a CUSIP number for the Series A Preferred Shares, which is a unique identifier for a security assigned by CUSIP Global Services and used to facilitate trading and settlement.

The Honorable Ralph Norman
 January 31, 2024
 Page 3

540 211 submission, contrary to some claims made on social media that trading in MMTLP began based on a Form 211 submitted using fraudulent information.

541

542 **EXHIBIT H**543 **Subject:** Letter from FINRA CEO Robert Cook to Congressman Ralph Norman - Jan. 31, 2024
544 (Support for violating FINRA Rule 2010, Rule 3310, Rule 8210)545 **Source:** https://norman.house.gov/uploadedfiles/2024-01-31-finra-response-to-rep-norman-regarding-mmtlp.pdf?utm_source=chatgpt.com

- FINRA has reviewed its members' U.S. trading activity in MMTLP, including short sale activity, and has found no evidence that there was significant naked short selling (which some social media sources refer to as "counterfeit shares") in MMTLP. The total number of U.S. short positions identified at FINRA members represent only a nominal percentage of the total shares issued and outstanding as of December 12, 2022. Further, U.S. reported short positions at FINRA members dramatically decreased leading up to the last regular day of trading in MMTLP. In sum, FINRA is not aware of any data that supports social media claims of significant naked short selling or "counterfeit shares."
- FINRA cannot perform a "certified audited and consolidated count of shares." FINRA's regulatory authority does not extend to domestic or foreign non-member entities that could act as custodians or agents holding securities for others, including foreign-registered broker-dealers. Further, the regulatory tools available to FINRA do not provide the data that would enable FINRA to perform a share count (e.g., the Consolidated Audit Trail, Electronic Blue Sheets, and FINRA's trade reporting facilities do not contain information about securities *positions* as described in more detail below). The transfer agent⁵ retained by Next Bridge would be the best source of information regarding recordholders in Next Bridge common stock.

547

548

549

550

551

552

553

554

555

556

557

558

559 **EXHIBIT I**560 **Subject:** Letter from FINRA CEO Robert Cook to Congressman Ralph Norman - Jan. 31, 2024
561 (support for violating FINRA Rule 6440)562 **Source:** https://norman.house.gov/uploadedfiles/2024-01-31-finra-response-to-rep-norman-regarding-mmtlp.pdf?utm_source=chatgpt.com

Some investors continue to question FINRA's reasons for imposing the halt, and we continue to observe inaccurate information circulating on some social media about trading in MMTLP and the trading halt. While we discuss these questions in greater detail below and in our FAQs, it is helpful to first highlight several key facts about trading in MMTLP and FINRA's role:

- FINRA's decision to halt trading was due to clearance and settlement concerns in light of the structure and timing of the corporate action. As a result, ongoing trades after December 8, 2022 would not be settled by December 12, 2022, or predictably thereafter, risking significant investor confusion and harm. Contrary to some theories circulated on social media, FINRA did not initiate the halt because there were problems with a "share imbalance" and "counterfeit shares," or because of short positions held by hedge funds. FINRA also did not provide advance notice of the trading halt to broker-dealers, hedge funds, or any other market participant.
- Investors have expressed confusion regarding whether Meta Materials needed to approve the commencement of trading in MMTLP. Generally, an issuer's approval is not needed for a security to trade outside of a securities exchange, *i.e.*, "over the counter" (OTC), although an issuer may take steps to limit such trading. The issue of whether a security can be publicly traded is governed by the Securities Act and SEC rules; for purposes of these provisions, it does not appear that Meta Materials took effective steps to restrict public trading in MMTLP.

564

565

566

567

568

569

570

571

572

573

574

575 **EXHIBIT J**

576 **Subject:** Article claiming to have documented Evidence of Anson Funds request to cover 10
 577 million shorted shares 6 months after MMTLP U3 Halt (Support for violating FINRA Rule 2010,
 578 3310, SEC Rule 17a-4 and REG SHO 204)

579 **Source:** <https://marketfrauds.to/anson-funds-naked-short-fraud-with-mmtp/>

Anson Funds admits it was naked short 10 million shares

What happened 6 months later (after Nextbridge was halted) was also interesting: Anson Funds contacted Roth Capital seeking to buy shares of Nextbridge. 10 million shares at \$0.30 cents a share to cover their short position. This is all documented

Roth's response was, wait a second, don't you have a borrow?

Anson's response was "no". And the Fund claimed that it wasn't necessary to have a borrow because it was doing an arbitrage play. (This is utterly meaningless and doesn't even make sense, but it was their excuse.)

Anson Funds openly admitted it had a 10 million share naked short position that had been failing for years, without a borrow.

Anson pretends to be naïve and fumbling its way through the markets, which couldn't be further from the truth. The Fund has top law firms representing it in every endeavor, and is well aware of the legality or illegality of every action. Quite simply, Anson believes it is above the law and can get away with it. And so far, the Fund HAS been operating above the law, with high-level collaborators.

Anson's standard argument is that it didn't understand the rules correctly, and this is what it did with the American Airlines trade, claiming the Fund merely made a mistake on the understanding of the rules which it was subsequently fined for.

<https://www.sec.gov/files/litigation/admin/2023/34-98775.pdf>

580

581

582

583

584

585

586

587

588

589

590

591 **EXHIBIT K**592 **Subject:** FINRA MMTLP Trading Halt FAQ Referencing FTD's – March 16, 2023593 **Source:** https://www.finra.org/investors/insights/FAQ-MMTLP-corporate-action-and-trading-halt?utm_source=chatgpt.com

595

Fails-to-Deliver: The SEC publishes data on the total quantity of "fails-to-deliver" per security as of each reporting settlement date. As the SEC has explained, a fail-to-deliver can occur as the result of either a long or a short sale. For example, a fail-to-deliver can result from a "naked" short sale—where the seller does not borrow or arrange to borrow shares in time to make delivery to the buyer within the standard settlement period. A fail-to-deliver also may result from a long sale where there was a delay in the delivery of shares within the standard settlement period.

Among other things, SEC Regulation SHO imposes close-out requirements for fails-to-deliver in equity securities. These requirements include close-outs of fails-to-deliver in threshold securities. A "threshold security" is a security that meets defined criteria designed to address concerns regarding large and persistent failures to deliver and potentially abusive "naked" short selling. Regulation SHO's threshold security criteria include quantitative standards that apply to the securities of issuers that are SEC-reporting companies. FINRA has a separate rule, with a different quantitative threshold, for the securities of issuers that are not SEC-reporting companies.

Due to a systems coding issue, FINRA incorrectly classified MMTLP as the security of a non-SEC-reporting company and, as a result, incorrectly published its "Threshold Securities List" showing that MMTLP met the FINRA threshold standard from October 22, 2021, through January 4, 2022, and from October 17, 2022, through December 13, 2022. While MMTLP did meet the quantitative criteria under FINRA Rule 4320, it was subject to the Regulation SHO standard instead because MMTLP was issued by an SEC-reporting company. Since it began trading in October 2021, MMTLP did not have fails-to-deliver of the size or duration that would have rendered it a threshold security under Regulation SHO, and it was therefore an error to publish it on the Threshold Securities List. FINRA has now removed MMTLP from the Threshold Securities List.

596

597

598

599

600

601

602

603

604 **EXHIBIT L**605 **Subject:** FINRA FAQ - Short Positions In a Private Company – Nov. 6, 2023606 **Source:** <https://www.finra.org/investors/insights/supplemental-faq-mmtlp-corporate-action-and-trading-halt>

608

14. How much short selling was there in MMTLP around the time of the Next Bridge / MMTLP corporate action? Was there a large short position in MMTLP shares?

FINRA periodically collects short interest information from broker-dealers and publishes short interest reports twice each month based on that information. As explained in the March 16, 2023, MMTLP FAQs, Question No. 8, these reports reflect a snapshot of the total open short positions existing in a security on the books and records of broker-dealers on a given reporting settlement date. The last short interest reporting settlement date available for MMTLP was November 30, 2022, because the issuer cancelled the MMTLP shares and the symbol was deleted prior to the next short interest reporting settlement date. Thus, short interest data for MMTLP around the time of the corporate action was not made publicly available.¹¹

Based on FINRA's subsequent regulatory efforts, FINRA estimates that there was an aggregate short interest position in MMTLP in accounts held at broker-dealers as of December 12¹² of approximately 2.65 million shares out of 165.47 million total shares outstanding, which is not a significant percentage—only 1.6%—of the total shares outstanding.¹³ The short interest position in MMTLP had therefore decreased substantially—by nearly 60%—between November 15 and December 12. Specifically, short interest in MMTLP as of November 15, 2022, (approximately 6.4 million shares) declined around 27% to approximately 4.7 million shares as of November 30, 2022, and declined about a further 32% to approximately 2.65 million shares as of December 12.

609

610

611

612

613

614

615

616

617

618

619

620 **EXHIBIT M**621 **Subject:** FINRA FAQ – “Naked” Short Selling FTD Estimates – Nov. 6, 2023622 **Source:** <https://www.finra.org/investors/insights/supplemental-faq-mmtlp-corporate-action-and-trading-halt>**15. Was there excessive “naked” short selling resulting in “counterfeit shares” in MMTLP at the time of the corporate action?**

While it is not clear what is meant by the term “counterfeit shares,” it has been used in social media when discussing “naked” short selling and FTDs in a security.¹⁵ A “naked” short sale is generally understood to mean a short sale where the seller does not borrow or arrange to borrow the securities in time to make delivery within the standard settlement period—resulting in a FTD¹⁶ when delivery is due.¹⁷ While certain trades are required to be marked “short” pursuant to SEC Regulation SHO, “naked” short sales are not identified as such in the relevant short sale data.¹⁸ Nonetheless, where there is significant “naked” short selling in a security, we would expect to see indicators in the data—particularly, a high number of FTDs. The SEC publishes data obtained from the National Securities Clearing Corporation’s (NSCC) Continuous Net Settlement (CNS) system on the total quantity of FTDs per security as of each reporting settlement date.¹⁹

FINRA has found no evidence that there was significant naked short selling in MMTLP at the end of its trading, which appears to run counter to the social media claims regarding “counterfeit shares.” The SEC did not publish FTD data for MMTLP for December 12 because transactions in MMTLP executed on the last day of its trading—December 8—were not cleared through CNS. However, FTDs as of December 9 were very low—215,238 shares. In addition, while CNS FTD data is not available for transactions in MMTLP due to settle on December 12, FINRA estimates that a very small number (0.03% of MMTLP’s total shares outstanding) of the short positions in MMTLP as of December 12, 2022, would have potentially resulted in FTDs. Broker-dealers had stock borrows or margin securities available to cover almost 100% of the open short positions.

The limited number of FTDs through December 9 together with other factors—such as the availability of shares (stock borrows or margin securities) to cover almost 100% of the open short positions on December 12 (as discussed above), the successful distribution of Next Bridge shares (as discussed above in Question No. 12), and the low amount of short interest positions in MMTLP relative to total shares outstanding as of December 12 (as discussed above in Question No. 14)—run counter to claims that there was extensive “naked” short selling near the end of trading resulting in “counterfeit shares,” or that the distribution of Next Bridge common stock to many MMTLP shareholders was disrupted by such activity.

624

625

626

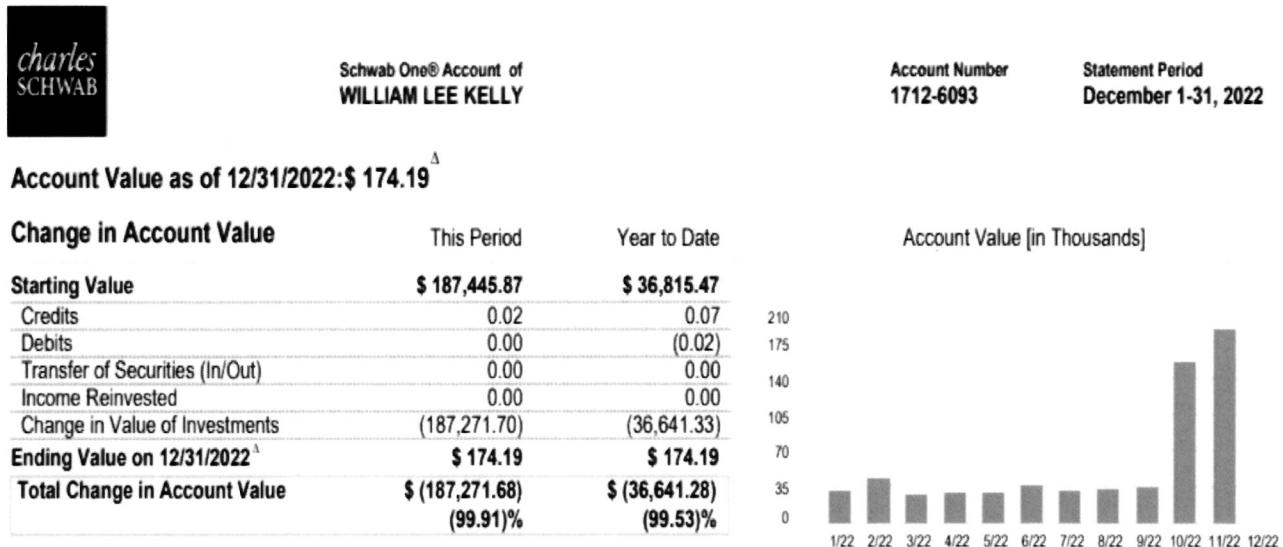
627

628

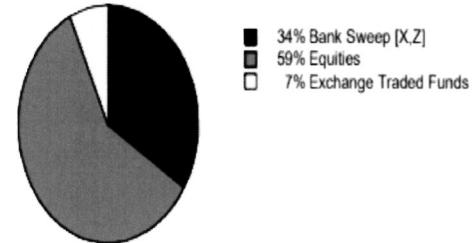
629

630

631

632 **EXHIBIT N**633 **Subject:** Charles Schwab Personal Account Statement - Dec. 31, 2022634 **Source:** <https://client.schwab.com/app/accounts/statements/#/>

Asset Composition	Market Value	% of Account Assets
Bank Sweep ^{X,Z}	\$ 58.65	34%
Equities	103.15	59%
Exchange Traded Funds	12.39	7%
Total Assets Long^A	\$ 174.19	
Net Loan Balance	0.00	
Total Account Value^A	\$ 174.19	100%



635

636

637

638

639

640

641

642 **EXHIBIT O**643 **Subject:** Initial Complaint Filed with the U.S. Securities and Exchange Commission (SEC)644 **Source:** Personal Email AccountSEC Response HO::~01271164~::HO Inbox × MMTLP Lawsuit ×**"Help" <help@sec.gov>** <help@sec.gov>

Mon, Dec 12, 2022, 10:18 AM



to me ▾

Dear William Kelly:

Thank you for contacting the U.S. Securities and Exchange Commission (SEC).

The SEC's Office of Investor Education and Advocacy processes many comments from individual investors and others. We keep records of the correspondence we receive in a searchable database that SEC staff may make use of in inspections, examinations, and investigations. In addition, some of the correspondence we receive is referred to other SEC offices and divisions for their review. If they have any questions or wish to respond directly to your comments, they will contact you.

Please note that securities exchanges and self-regulatory organizations (SROs), not the SEC, determine whether to impose a trading halt in a stock. Please see <https://www.finra.org/investors/investing/investment-products/stocks/trading-halts-delays-susensions> for more information.

Information regarding the trading halt of Meta Materials (MMTLP) is available at https://www.finra.org/sites/default/files/2022-12/UPC-35-2022-MMTLP%28Halt%29_2.pdf

Sincerely,

Office of Investor Education and Advocacy
U.S. Securities and Exchange Commission

(800) 732-0330

www.sec.gov

www.investor.gov

645 www.twitter.com/SEC_Investor_Ed

646

647

648

649

650

651 **EXHIBIT P**652 **Subject:** Complaint Filed with the SEC Office of Inspector General (OIG)653 **Source:** Personal Email Account

Complaint received by the SEC OIG; Hotline Report No. 2025066507 MMTLP Lawsuit x

OIG

to me ▾

Wed, Jun 11, 10:54 AM (6 days ago)



Thank you for contacting the U.S. Securities and Exchange Commission (SEC) Office of Inspector General (OIG). We received the report of your complaint.

We will evaluate the information provided and determine an appropriate action. Options include opening an OIG review; referring the matter to a SEC Division or Office for review, if warranted; and taking no further action. In this regard, please note the following:

- The SEC OIG is an independent office within the SEC that conducts audits and evaluations of SEC programs and operations and investigates allegations of fraud, waste, or abuse at or against the SEC.
- The OIG derives its authority from the Inspector General Act of 1978, as amended. In accordance with that statute, we cannot perform SEC operating responsibilities, such as investigation of alleged securities law violations.
- Our authority is limited to issues that relate to SEC programs, operations, and personnel.
- We have no authority to direct SEC action with regard to SEC operations, such as (1) change its policies, (2) commence or conclude any particular investigation, (3) implement new securities rules for market participants, or (4) initiate administrative disciplinary action.
- Due to privacy interests, we do not provide complainants with updates on, or the results of, a complaint or investigative matter. However, our audit reports are published on www.sec.gov/office-inspector-general.
- General questions about the Federal securities laws and complaints about financial investment professionals can be directed to the SEC's Office of Investor Education and Advocacy at www.sec.gov/oiea/QuestionsAndComments.html, www.sec.gov/oiea/Complaint.html, help@sec.gov, 202-551-6500 or 1-800-732-0330. [Note: The SEC staff cannot act as a personal representative or attorney. Thus, they cannot represent investors and may be unable to assist you in private disputes with other parties.]
- Allegations of Federal securities law violations should be reported using the online Web form located at www.sec.gov/tcr. You should detail how the individual(s) violated [U.S. Federal securities laws](#). Tips, Complaints, and Referral Filing Guidance is available at www.sec.gov/complaint/info. [Note: SEC investigations are conducted confidentially. As a result, the SEC generally will not confirm or deny the existence of an investigation unless and until it becomes a matter of public record. www.sec.gov/answers/investg.htm.]

Respectfully,

The Office of Inspector General
U.S. Securities and Exchange Commission
100 F Street, NE, Washington, DC 20549-2977
oig@sec.gov

654

655

656

657

658

659

660

661 **EXHIBIT Q**662 **Subject:** Submission to the SEC Office of the Ombudsman663 **Source:** Personal Email Account

SEC Ombuds Matter Management System (OMMS) Submission - Matter ID Number 20250214-

00015901 MMTLP Lawsuit x

Ombuds OMMS <ombudsmanomms@sec.gov>

to me. ▾

Tue, Feb 18, 9:22 AM



U.S. SECURITIES AND
EXCHANGE COMMISSION

Dear William Kelly:

Thank you for contacting the Ombuds of the U.S. Securities and Exchange Commission (SEC) regarding your concerns about preferred shares issued by Meta Materials Inc. (Meta Materials) previously trading over-the-counter as MMTLP. The Office of the Ombuds handles retail investor recommendations, questions and complaints about the SEC and the self-regulatory organizations (SROs) that it oversees.

The Ombuds generally treats matters as confidential and takes reasonable steps to maintain the confidentiality of communications. However, our Office may need to contact other SEC divisions or offices, SROs, entities, and/or individuals to disclose information without permission under certain circumstances including, but not limited to: a threat of imminent risk or serious harm; assertions, complaints, or information relating to violations of the securities laws; allegations of government fraud, waste, or abuse; or if otherwise required by law. Information received by the Ombuds may also be used in future recommendations to the SEC.

With regard to your specific requests, seeking: (1) "a complete independently audited share count of the TOTAL outstanding shares of MMTLP and the 2 days of trading that investors should have had, so all outstanding positions can be closed and settled"; and (2) "answers from the SEC regarding their oversight of FINRA for breaking rule 6490, FINRA Rule 6432, SEC Rule 15c2-11, FINRA Rule 2010, and FINRA Rule 6440 which they used to issue the U3 Halt," please be advised that our Office has been, and continues to be, in communication with certain individuals, Offices, and Divisions here at the SEC regarding these and similar investor concerns.

664 Thank you again for contacting the SEC Ombuds. We appreciate your views.

665

666

667

668

669

670

671

672

673

674 **EXHIBIT R**

675 **Subject:** FBI IC3 Complaint Submission

676 **Source:** Personal Email Account

IC3 Complaint MMTLP Lawsuit x

William Kelly <william.lee.kelly@gmail.com>

Fri, Feb 14, 4:22 PM

to me ▾

Submission ID:

02eda4cc184849d5b5ee772771514181

Date Filed:

2/14/2025 7:20:36 PM EST

Were you the one affected in this incident?

Yes

Reply

Forward



677

678

679

680

681

682

683

684

685

686

687

688 **EXHIBIT S**

689 **Subject:** Complaint Filed with Nevada Secretary of State

690 **Source:** Personal Email Account

Nevada Secretary of State: Online Securities Complaint Submission



Inbox x MMTLP Lawsuit x

nvsec@sos.nv.gov

to me ▾

Tue, Jan 28, 11:34 AM



A new entry to a form/survey has been submitted.

Form Name: Securities Complaint

Date & Time: 01/28/2025 11:34 AM

Response #: 311

Submitter ID: 9678

IP address: 167.154.231.5, 198.143.33.41

Time to complete: 40 min. , 40 sec.

691

692

693

694

695

696

697

698

699

700

701

702

703

704

705

706 **EXHIBIT T**

707 **Subject:** Complaint Filed with the Nevada Attorney General

708 **Source:** Personal Email Account

[agdb.ag.state.nv.us #63955] AutoReply: Complaint :Kelly ,William
|Agency - FINRA [Inbox](#) [x](#) [MMTLP Lawsuit](#) [x](#)

AG Intake Investigations Department via RT <agrequest...> Fri, Jun 14, 2024, 4:00 PM [star](#) [smiley](#) [left arrow](#) [more](#)
to me [▼](#)

Greetings,

The Office of the Nevada Attorney General, Constituent Services Unit acknowledges receipt of your complaint. You will be notified upon completion of the review process between 14 to 45 business days. We do not provide emergency services. If additional information is required, you will be contacted by a member of our staff. Please note that pursuant to NRS 241.039(7), Open Meeting Law complaints are public records.

This message has been automatically generated in response to the creation of a trouble ticket regarding **Complaint :Kelly ,William |Agency - FINRA**, a summary of which appears below.

There is no need to reply to this message right now. Your ticket has been assigned an ID of [\[agdb.ag.state.nv.us #63955\]](#).

Please include the string [\[agdb.ag.state.nv.us #63955\]](#) in the subject line including the brackets of all future correspondence about this issue. To do so, you may reply to this message. Ex: [\[agdb.ag.state.nv.us #42\]](#)

Thank you,

-----Section 1 Requestor Information-----

1. Please Enter Your Email Address

william.lee.kelly@gmail.com

709

710

711

712

713

714

715

716

717

718 **EXHIBIT U**719 **Subject:** Response Letter from the Office of Congressman Steven Horsford720 **Source:** Personal Email Account

RE: Your SEC Issue MMTLP Lawsuit x



Office of Congressman Steven Horsford <NV04SH.DistrictServices...> Thu, Jun 6, 2024, 12:38 PM ★ 😊 ↳ ⋮
to me ▾

STEVEN A. HORSFORD
4TH DISTRICT, NEVADA

COMMITTEE ON WAYS AND MEANS
SUBCOMMITTEE ON SOCIAL SECURITY
SUBCOMMITTEE ON HEALTH



WASHINGTON, D.C. OFFICE
406 CANNON HOB
WASHINGTON, D.C. 20515
PHONE: (202) 225-9894

NORTH LAS VEGAS
DISTRICT OFFICE
2250 N LAS VEGAS BLVD,
SUITE 500
NORTH LAS VEGAS, NV
89030
PHONE: (702) 963-9360

Congress of the United States
House of Representatives
Washington, DC 20515

June 6, 2024

Dear Mr. Kelly,

Our office has received your request for assistance with your SEC issue, and I have submitted an inquiry on your behalf to the SEC.

Please be aware that, even with Congressional inquiries, it may take some time for the agency to respond, so I cannot give you a time frame. Rest assured, however, that I will contact you as soon as I receive a response.

Sincerely,

Ruby Scott

District Representative

721

722

723

724

725 **EXHIBIT V**

726 **Subject:** Second Response Letter from the Office of Congressman Steven Horsford

727 **Source:** Personal Email Account

June 12, 2024

Dear Mr. Kelly,

Here is the response I received from the SEC:

June 12, 2024

*The Honorable Steven Horsford
U.S. House of Representatives
2250 Las Vegas Blvd. North, Ste. 500
North Las Vegas, NV 89030
Attention: Ruby Scott (via email)
Re: Mr. William Kelly ES#162455/HO::~01395772~::HO*

Dear Representative Horsford:

Thank you for your June 6, 2024 letter to the U.S. Securities and Exchange Commission (SEC) on behalf of the above-referenced constituent. Your correspondence was forwarded to the SEC's Office of Investor Education and Advocacy.

Mr. Kelly seeks assistance with the Financial Industry Regulatory Authority's (FINRA) trading halt of Meta Materials Inc. (MMTLP). FINRA, which imposed the halt, has posted information regarding the MMTLP trading halt on its website. Please see FAQ: MMTLP Corporate Action and Trading Halt | FINRA.org. Securities exchanges and self-regulatory organizations, rather than the SEC, determine whether to impose a trading halt in a stock. For more information about trading halts generally, please see "Trading Halts and Delays" in the SEC's Investor.gov glossary.

The SEC's Office of Investor Education and Advocacy processes many comments and complaints from individual investors and others. We keep records of the correspondence we receive in a searchable database that SEC staff may make use of in inspections, examinations, and investigations. In addition, some of the correspondence we receive is referred to other SEC offices and divisions for their review. If they have any questions or wish to respond directly to Mr. Kelly's complaint, they will contact Mr. Kelly.

Sincerely,

Ruby Scott

728

729

730

731 **EXHIBIT W**732 **Subject:** Response Letter from the Office of Senator Catherine Cortez Masto733 **Source:** Personal Email Account**Contact for Agencies to Reach Out to Regarding MMTLP** Inbox x MMTLP Lawsuit x**Hoffecker, Craig** <choffecker@lcb.state.nv.us>

Thu, May 15, 10:06 AM



to me

William Lee Kelly

William.lee.kelly@gmail.com

Dear Mr. Kelly.

I am sorry to hear of your situation with MMTLP. I learned of your situation as you recently contacted members of the Nevada Legislature.

It appears that you have already contacted the [United States Securities and Exchange Commission \(SEC\)](#) with your concerns. I found the same comments you sent to the Nevada Legislature also listed on the SEC's website as "[File No. 365-28](#)" dated March 4, 2025. There is an "[investor complaint form](#)" and "[investor question form](#)" where you may submit your concerns and explanation to the SEC if you have further concerns to make to the agency. The federal agency may be the best route for you to voice your concerns about MMTLP, possible early close of trading, and related matters.

The [Financial Industry Regulatory Authority \(FINRA\)](#) you may have also already reached out to with your concerns. Since FINRA may have more involvement with regulation of brokers and their firms, I do not know if contacting FINRA will be as useful to you as the SEC. However, you may wish to [contact FINRA](#) in Washington, D.C. at (301) 590-6500 to see what type of information or service it may provide to you.

Finally, if you wish to call or write your federal officials representing Nevada regarding the MMTLP, you may find their contact information within the attached file for Nevada's major elected officers.

Thank you for taking the time to reach out and all the best to you in finding a resolution to the issues with MMTLP.

Craig

**Craig Hoffecker**

Manager of Constituent Services

Nevada Legislative Counsel Bureau, Research Division

Constituent Services

401 S. Carson St., Carson City, NV 89701-4747

(775) 684-6740 | <https://www.leg.state.nv.us/Division/Research/>

734

735

736

737

738

739 **EXHIBIT X**

740 **Subject:** BiTech Technologies utilization of MMTLP Cusip – April 24, 2024

741 **Source:**

742 sec.gov/Archives/edgar/data/1066764/000149315224018725/formsc13d.htm?utm_source=chatg
743 pt.com

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549**

SCHEDULE 13D

(Rule 13d-101)

INFORMATION INCLUDED IN STATEMENTS FILED PURSUANT TO RULE 13d-1(a)

AND AMENDMENTS THERETO FILED PURSUANT TO RULE 13d-2(a)

BITECH TECHNOLOGIES CORPORATION

(Name of Issuer)

Common Stock, \$0.001 par value

(Title of Class of Securities)

89102U103

(CUSIP Number)

**895 Dove Street, Suite 300
Newport Beach, CA 92660**

Tel: (855) 777-0888

(Name, Address and Telephone Number of Person Authorized to Receive Notices and Communications)

April 24, 2024**

(Date of Event which Requires Filing of this Statement)

744

745

746

747

748

749

750

751 **EXHIBIT Y**

752 **Subject:** TRCH/MMTLP filing verifying CUSIP Number – December 31, 2020

753 **Source:**

754 https://www.sec.gov/Archives/edgar/data/1431959/000175392621000039/g082087_sc13ga.htm?utm_source=chatgpt.com

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

SCHEDULE 13G

Under the Securities Exchange Act of 1934
(Amendment No. 1)*

TORCHLIGHT ENERGY RESOURCES, INC.

(Name of Issuer)

Common Stock, \$0.001 Par Value

(Title of Class of Securities)

89102U103

(CUSIP Number)

December 31, 2020

(Date of Event which Requires Filing of this Statement)

756

757

758

759

760

761

762

763

764

765

766

767 **EXHIBIT Z**768 **Subject:** Further Verification of the TRCH/MMTLP CUSIP – June 25, 2021769 **Source:** <https://www.nasdaqtrader.com/TraderNews.aspx?id=ECA2021->

770 118&utm_source=chatgpt.com

Friday, June 25, 2021**Equity Corporate Actions Alert #2021 - 118**

Information Regarding the Business Combination of Torchlight Energy Resources, Inc. (TRCH) & Meta Materials Inc.

Category: [Industry Announcement](#)**Markets Impacted:** [The Nasdaq Stock Market](#)**Contact Information:** [Nasdaq Corporate Data](#)[Operations at +1 877 308 0523](#) [Nasdaq Trading Services at +1](#)[212 231 5100](#)**Resources** [Press Release](#)

The business combination of Torchlight Energy Resources, Inc. (TRCH) and Meta Materials Inc. will become effective tomorrow Saturday, June 26, 2021. As a result, the common shares of Torchlight Energy Resources, Inc. will undergo a one-for-two (1-2) reverse stock split along with a change of corporate name, symbol, and CUSIP number.

The details regarding the corporate name, symbol, and CUSIP changes are as follows:

Current Company Name/Issue:	Torchlight Energy Resources, Inc. Common Stock
New Company Name/Issue:	Meta Materials Inc. Common Stock
Current CUSIP:	89102U103
New CUSIP:	59134N104
Current Symbol:	TRCH
New Symbol:	MMAT
Ratio of Reverse Split:	1 for 2
Marketplace Effective Date:	Monday, June 28, 2021

771

772

773

774

775

776

777

778

779

780

781

782 **EXHIBIT AA**783 **Subject:** Trading Data for MMTLP from Nov 21, 2022 to the U3 Halt784 **Source:** <https://stockinvest.us/stock-price/MMTLP>

785

Historical Meta Materials Inc. prices

<input type="button" value="Select Range"/>	YTD	12m	2024	2023	<input type="button" value="JSON"/>	<input type="button" value="CSV"/>
Date	Open	High	Low	Close		Volume
Dec 09, 2022	\$2.96	\$2.96	\$2.96	\$2.96		0
Dec 08, 2022	\$4.41	\$4.50	\$2.85	\$2.96		8 333 725
Dec 07, 2022	\$9.88	\$9.90	\$7.07	\$7.90		3 714 213
Dec 06, 2022	\$7.15	\$9.70	\$5.04	\$7.97		3 907 648
Dec 05, 2022	\$8.25	\$9.00	\$7.55	\$7.60		1 467 521
Dec 02, 2022	\$8.90	\$8.90	\$8.10	\$8.21		992 624
Dec 01, 2022	\$8.25	\$9.05	\$7.75	\$8.17		1 678 750
Nov 30, 2022	\$9.72	\$10.00	\$7.76	\$8.50		1 305 436
Nov 29, 2022	\$9.70	\$9.75	\$9.65	\$9.72		393 564
Nov 28, 2022	\$10.79	\$10.98	\$9.61	\$10.02		1 544 600
Nov 25, 2022	\$10.87	\$10.99	\$9.88	\$10.03		1 673 741
Nov 23, 2022	\$10.72	\$10.95	\$8.55	\$10.00		1 601 754
Nov 22, 2022	\$11.85	\$12.50	\$10.85	\$12.00		3 045 999
786 Nov 21, 2022	\$9.90	\$11.30	\$9.43	\$11.21		2 767 169

787

788

789

790

791

792

793 **EXHIBIT AB**794 **Subject:** TradeZero's Correspondence to MMTLP Holders Pre-Halt795 **Source:** <https://x.com/RareDealsHere/status/1836136427815579911/photo/4>

Regarding MMTLP Share Distribution



TradeZero America 3:20 PM



...

to me ▾



us.tradezero.co

TradeZero Clients, Symbol MMTLP, Meta Materials, Inc. Preferred Share, will undergo a share spinoff with the ex date listed as Monday, December 12th, 2022. Due to the circumstances and uncertain component of this corporate action, all options positions and short equity positions must be liquidated by 4:00 PM eastern time on Friday, December 9th, 2022. If you fail to liquidate your position, TradeZero's risk department will automatically liquidate your position. If you have any questions please contact us at support@tradezero.us or 718-709-4925.

796

797

798

799

800

801

802

803 **EXHIBIT AC**804 **Subject:** Interactive Brokers Correspondence to MMTLP Holders805 **Source:** <https://x.com/bleedblue18/status/1785637472921153802/photo/1>

Meta Materials (MMTLP) Intends to Issue a Spin-off on a 1-for-1 Basis of Next Bridge Hydrocarbons, Inc. Shares

Dear Client,

Interactive Brokers was notified by Meta Materials (MMTLP) that they intend to issue a spin-off on a 1-for-1 basis of Next Bridge Hydrocarbons, Inc. shares.

The record date for this dividend is currently listed as **December 12, 2022**, and the shares are set to be distributed on **December 14, 2022**.

PLEASE NOTE:

- Meta Materials intends to cancel MMTLP shares immediately after the spin-off, and the Next Bridge Hydrocarbons, Inc. shares will be non-transferrable and non-tradable.
- **Shortholders:** Should account U****2640 be in a borrow position after the close of business on **December 8, 2022**, you will be short a security for which there is no market to cover. In addition, there is potentially no market to cover moving forward. At this time, the only way to avoid this is to cover your short position. For further information regarding the risks of short selling, please see the following link: <https://ibkr.info/article/2880>
- **Longholders:** Should account U****2640 be the owner of record past **December 8, 2022**, you will own shares of Next Bridge Hydrocarbons, Inc. shares that are non-transferrable and non-tradable. The only way to avoid this is to sell MMTLP any time prior to market close on **December 8, 2022**.
- If shares of Meta Materials are sold after **December 8, 2022** but prior to the cancellation date, sellers will be responsible for coordinating title ownership to new owner(s).

For additional information regarding this merger please read the company's press release.

Regards,

Interactive Brokers

806

807 **EXHIBIT AD**808 **Subject:** FOIA Request Showing Sam Draddy's Correspondence With the SEC809 **Source:** <https://x.com/RareDealsHere/status/1909256130574057870/photo/3>

From: Draddy, Sam <Sam.Draddy@finra.org>
Sent: Monday, December 5, 2022 9:07 AM
To: (b)(6), (b)(7)(C) @SEC.GOV>
Cc: (b)(6), (b)(7)(C) @SEC.GOV>; (b)(6), (b)(7)(C) @SEC.GOV>; Boyle, Richard <Richard.Boyle@finra.org>; Gibbon, Jay <Jay.Gibbon@finra.org>
Subject: RE: Inquiry

CAUTION: This email originated from outside of the organization. Do not click links or open attachments unless you recognize the sender and know the content is safe.

(b)(6), (b)(7)(C) -looks like this MMAT/MMTLP matter has now hit my Fraud team's radar screen (and seemingly a lot of other radar screens as well). I know you have spoken to Patti Casimates and our General Counsel's office—but was wondering if it made sense for my Fraud team to have a conversation directly with you and your folks working on the matter so we are not duplicating efforts. (b)(6), (b)(7)(C) We are looking at the two issuers from a fraud/manipulation angle and, in fact, bluesheeting both MMAT and MMTLP as we speak.

If you think a comparison of notes is worth a quick call—let me know a good day/time. I can set up a zoom and feel free to let me know if (b)(6), (b)(7)(C) or anyone else should be included.

Thanks (b)(6), (b)(7)(C)

810 Sam

811

812

813

814

815

816

817

818

819

820

821 EXHIBIT AE

822 **Subject:** Letter from Congresswoman Barbara Lee regarding MMTLP Resolution

823 **Source:** <https://x.com/xMarketNews/status/1731863801522168131/photo/1>

Congress of the United States

Washington, DC 20515

December 4, 2023

The Honorable Gary Gensler
Chairman
U.S. Securities and Exchange Commission
100 F St. NE Washington, D.C. 20549

Dear Chairman Gensler,

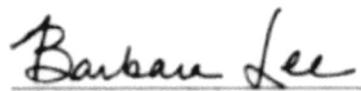
I am writing regarding an action taken by the Financial Industry Regulatory Authority (FINRA) on META Material's Series A Preferred Shares (MMTLP). This has been brought to my attention by a number of my constituents who have expressed concerns with the holding and status of their MMTLP shares. On December 8th, 2022, FINRA halted trading of MMTLP and announced deletion of the MMTLP symbol five days later. My constituents have expressed that as a result, they were left without clarity on the future of their investments.

The U.S. Securities and Exchange Commission (SEC) and FINRA have a responsibility to protect investors and safeguard the integrity of our public markets. Given the financial distress constituents have experienced because of these decisions, I want to ensure that market decisions are being made by regulators in an efficient and transparent manner.

I request that you fully investigate the events surrounding the trading halt of MMTLP and ensure no wrongdoing took place. Furthermore, I request that you make any findings publicly available and that you to provide clear guidance to my constituents about what they should expect to occur regarding their current MMTLP holdings and under what timeline they should expect a resolution to take place. I also ask that you identify any regulatory or legislative gaps that could be addressed to better protect investors and market integrity.

Thank you for your attention to this matter and I look forward to your response

Sincerely,


Barbara Lee
Member of Congress

824

825

826

827 **EXHIBIT AF**

828 **Subject:** VP of OTC Markets on trader live discussing MMTLP Deletion prior to Revised C.A.

829 **Source:** <https://x.com/LizHoff51005452/status/1725558915272733174>



830

831

832

833

834

835

836

837

838

839

840

841

842

843 **EXHIBIT AG**844 **Subject:** Ameritrade Correspondence to MMTLP Holders Pre-Halt845 **Source:** <https://x.com/JunkSavvy/status/1905727232414494981/photo/2>

Wed Mar 8 2023 12:06:00 am ET

Re: MMTLP Finra Corporate Action Notice

From: Institutional Message Center | Date: 12/09/22 9:30 AM Message available until 12/08/24

Hello

Good Morning! Thank you for taking the time to respond to our message and I hope you are having a wonderful day so far! My name is Bob, and I am happy to continue helping you with your account today!

We did receive some information from MMTLP. These are the details and guidance they provided.

MMTLP shareholders with settled positions as of 12/12/22 (Record Date) will receive one share of Next Bridge Hydrocarbons, Inc for every one share of MMTLP. Scheduled Pay Date for this distribution is 12/14/22.

New long purchases (BUYS) of MMTLP executed after 12/08/22 will NOT receive Next Bridge Hydrocarbons, Inc shares. As such, after market close on 12/8/2022.

New long BUY orders of MMTLP placed after market close on 12/8/2022 will be routed for review and canceled.

New closing SELL orders of MMTLP should be routed normally, but there may be liquidity issues on 12/9/22 and 12/12/22.

Current open long BUY orders that are GTC will be canceled after market close on 12/8/22.

In addition, MMTLP shares will be canceled 12/13/22 and no trading will occur.

Clients should trade or hold this security at their own risk.

Hope this helps! Thank you so much for being a client here at TD Ameritrade, Tim! We truly appreciate it! I hope you have a fantastic day!

We greatly appreciate your business and know you have a choice where you invest. If there is anything else we can do for you, or could have done better, please let us know.

We look forward to serving your needs for years to come

Respectfully,

Robert Mangan
Client Services

TD Ameritrade
1-800-669-3900

846

847

848

849

850

851

852

853

854 **EXHIBIT AH**

855 **Subject:** Next Bridge Hydrocarbons Prospectus referencing an MMTLP Short Squeeze

856 **Source:**

857 <https://www.sec.gov/Archives/edgar/data/1936756/000119312522292114/d302576d424b4.htm>

The price per share of Meta's Series A Preferred Stock traded on the over-the-counter ("OTC") market under the symbol MMTLP may not accurately reflect the value of a share of our Common Stock that you will receive in the Distribution.

Before the Distribution, Meta's Series A Preferred Stock was traded on the OTC market under the trading symbol "MMTLP", although such shares of MMTLP were not eligible for broker-dealer quotations. The OTC

23

market does not constitute an established stock exchange, and as a result, the historical trading prices for the shares of MMTLP may not be a reliable benchmark on which to determine the value of the shares of our Common Stock you will receive in the Distribution.

Additionally, securities of certain companies have recently experienced significant and extreme volatility in stock price due to short sellers of shares of securities, known as a "short squeeze." These short squeezes have caused extreme volatility in both the stock prices of those companies and in the market and have led those companies' securities to trade at a significantly inflated price per share that is disconnected from the underlying value of the company. In particular, if any investors have sold shares of MMTLP short, then in connection with the Distribution such investors may feel compelled to buy shares of MMTLP to cover such sales before the Distribution. If this were to occur, given the potential high demand from buyers with a relatively low supply of MMTLP shares available for sale on the OTC market, the MMTLP price per share as shown on the OTC market may rise significantly but not be representative of the value of the underlying shares of our Common Stock that you will receive in the Distribution.

859

860

861

862

863

864

865 **EXHIBIT AI**

866 **Subject:** Next Bridge acknowledgement of Attempts to Resolve the Share Imbalance

867 **Source:**

868 https://cdn.prod.websitefiles.com/6169e69d0075ec7c66221a8b/67b40af0d3fda89d9c9341ba_NB_H%20Hiring%20Wes%20Christian%20and%20Firm_vFINAL.pdf

869

MIDLAND, TEXAS – February 18, 2025 – Next Bridge Hydrocarbons, Inc. (“Next Bridge,” “our,” “we,” or the “Company”), an oil and natural gas exploration and production company with interests in Texas, Louisiana, and Oklahoma announced today the following:

The Company is pleased to announce engaging the services of the Houston-based law firm Christian Attar. Christian Attar has been engaged to explore and investigate any and all potential claims related to harassment, business disparagement, libel, slander, tortious interference, conspiracy, obstruction of justice and violations of the Administrative Procedures Act. The Company will be working closely with founding partner James “Wes” Christian, whom we believe is the best candidate for investigating such potential claims given his expertise in this area of litigation.

As stated in prior press releases, the Company has become aware of shareholder ledger imbalances at several brokerage firms totaling amounts exceeding the aggregate 2.65 million share short interest position in MMTLP stated publicly by FINRA. The Company wishes to reiterate that after more than two years, we have yet to uncover the full magnitude of these imbalances. This is in spite of multiple attempts to recruit assistance from overseeing Regulators.

Chairman and CEO Greg McCabe stated, “We are excited by these latest additions to our growing advisory team. Working with Wes Christian, a seasoned and highly successful litigator and an expert well-versed in our story from the beginning, marks the dawning of a new era for our legal campaign. We will not stand by as nefarious actors with hidden agendas spread misinformation regarding our Company, our business activities or our personnel. Our patient and loyal shareholders deserve us to protect the integrity of both Next Bridge and their investment in it, and I want to truly thank once again our online community, the MMTLP ARMY, for their long-standing support and steadfast dedication.”

870

871

872

873

874

875

876 **EXHIBIT AJ**877 **Subject:** NBH Disputes 2.65m Short Estimated Provided by FINRA in FAQ878 **Source:**879 https://cdn.prod.websitefiles.com/6169e69d0075ec7c66221a8b/65c66057134fd3d64ee87721_N_BH%20Statement%20vF%202-8-24.pdf

Second, we believe this information is necessary to help clarify potentially misleading information that has been disseminated to investors and the public. FINRA issued an “Investor Insights” FAQ on its website stating that “there was an aggregate short interest position in MMTLP in accounts held at broker-dealers as of December 12 of approximately 2.65 million shares out of 165.47 million total shares outstanding.” FINRA went on to characterize this volume as “not significant.” We infer no intent to mislead by FINRA, but we note that this statement was not qualified to make clear that the scope of the data available to FINRA under the investigatory powers it cited was limited, and thus it implied a categorical summation of the entire uncovered short interest position in Next Bridge. Subsequent to our most recent press release of January 19, 2024 calling for short interest data from all sources, foreign or domestic, whether registered with FINRA or not, we observed that FINRA clarified in its letter to Congressman Norman that the short interest figure it cited was only based on U.S. member data and not that of “domestic or foreign non-member entities that could act as custodians or agents holding securities for others, including foreign-registered broker-dealers.” However, it repeated its assertion

1

that the short interest position it saw was “nominal.” Unfortunately, we believe this is a consequential blind spot in FINRA’s data, because foreign firms have approached Next Bridge about procuring more than 2.65 million shares.

881

882

883

884

885

886

887

888

889

890 **EXHIBIT AK**891 **Subject:** Next Bridge Disputes FINRA's Role in The Corporate Actions892 **Source:**893 https://cdn.prod.websitefiles.com/6169e69d0075ec7c66221a8b/65c66057134fd3d64ee87721_N

894 BH%20Statement%20vF%202-8-24.pdf

Third, we believe there is an onus on FINRA to help resolve ongoing investor concerns due to the role it played in the events that led to the U3 halt, and the subsequent confusion resulting from the halt itself. FINRA stated that it determined the U3 halt was “necessary and appropriate to protect investors and ensure a fair and orderly marketplace.” Unfortunately, many investors continue to communicate great frustration that the halt accomplished quite the opposite and could have been avoided. We do not intend to litigate FINRA’s decision-making in this release, but we also would like to ensure that we clarify certain points on which we have a divergent view from FINRA in regards to the corporate action announcing the NBH spinoff and subsequent U3 halt, since the issues are actively being discussed in public releases to our investors and publicized letters to Congress. As an initial matter, we take issue with FINRA’s repeated assertion that “FINRA’s role is limited to reviewing and processing the (corporate action) submission and announcing the corporate action to market participants (unless the corporate action documentation is found to be deficient under Rule 6490, in which case FINRA may determine not to process the corporate action).” We do not believe this describes the role that FINRA played in the MMTLP corporate action submission process, nor does it offer a complete recitation of FINRA’s authority under Rule 6490. First, FINRA drafted the initial and revised corporate action notices on December 6th and 8th of 2022, with an instruction that the issuer was not to edit or interpret it, and included language that we believe itself became the source of market confusion. For example, while FINRA describes the notice to Congressman Norman as “consistent with the information provided by Meta Materials,” it is notable that the notice actually introduced a new instruction that MMTLP shares would be “deleted” on December 13th – a date never before contemplated or referenced by the issuers, and which many found difficult to reconcile with Meta’s announcement that the distribution of Next Bridge shares would take place the next day- on December 14th. Indeed, it was never proposed to FINRA to add a December 13 cancellation date or deletion date, and adding such a date created an unnecessary restriction to the corporate action and shareholders of MMTLP. In addition, FINRA’s Rule 6490 allows it to refrain from processing requested corporate actions altogether if it “determines not processing is necessary to protect investors and the public interest and to maintain fair and orderly markets.” In other words, the justification FINRA ultimately used for issuing the U3 halt was available to it at the outset of the process,

895

896

897

898

899

900

901 **EXHIBIT AL**902 **Subject:** Historical Short Volume Data for TRCH Final days Before Reverse Merger903 **Source:** <https://x.com/wdmorgan2/status/1935727622496891284/photo/2>

Historical Short Volume Data for TRCH						
Date	Close	High	Low	Volume	Short Volume	% of Vol Shorted
Jun 25	NA	NA	NA	34,012,888	20,775,892	61.08
Jun 24	NA	NA	NA	43,613,656	26,945,148	61.78
Jun 23	NA	NA	NA	50,195,107	26,729,319	53.25
Jun 22	NA	NA	NA	76,352,054	42,249,501	55.34
Jun 21	NA	NA	NA	150,035,489	82,496,774	54.98
Jun 18	NA	NA	NA	28,608,216	13,557,742	47.39
Jun 17	NA	NA	NA	21,996,332	9,066,068	41.22
Jun 16	NA	NA	NA	74,217,339	41,707,265	56.20
Jun 15	NA	NA	NA	109,951,610	54,999,009	50.02
Jun 14	NA	NA	NA	5,674,578	1,912,649	33.71

904

905

906

907

908

909

910

911

912

913

914

915 **EXHIBIT AM**916 **Subject:** Outstanding Share count of the Series A Preferred Share (MMTLP)917 **Source:**918 [https://metamaterial.com/files/603fd35021a8272338f06fac/641c4de2e50576e0b3712881_mmat%20\(meta%20materials%20inc.\)%20annual%20report%20pursuant%20to%20section%2013%20or%2015\(d\)%20\(10-k\)%202023-03-23.pdf_.pdf](https://metamaterial.com/files/603fd35021a8272338f06fac/641c4de2e50576e0b3712881_mmat%20(meta%20materials%20inc.)%20annual%20report%20pursuant%20to%20section%2013%20or%2015(d)%20(10-k)%202023-03-23.pdf_.pdf)

On December 14, 2022, we distributed all of the 165,472,241 outstanding shares of Common Stock of Next Bridge Hydrocarbons Inc. ("Next Bridge"), incorporated in Nevada on August 31, 2021, as OilCo. Holdings, Inc., as a wholly owned subsidiary of META, (and changed its name to Next Bridge Hydrocarbons, Inc. pursuant to its Amended and Restated Articles of Incorporation filed on June 30, 2022), on a pro rata basis to holders of our Series A Non-Voting Preferred Stock. Immediately after the distribution, Next Bridge became an independent company, and as a result, we have deconsolidated the financial results of Next Bridge from our consolidated financial results from December 14, 2022 onwards. See note 5 for additional information on this transaction.

9:

922

923

924

925

926

927

928

929

930

931

932

933

934

935

936

937

938

939 **EXHIBIT AN**

940 **Subject:** Former CEO of Torchlight Energy Discussing Trading of the Series A preferred Share
941 (MMTLP)

942 **Source:** <https://x.com/bleedblue18/status/1622172637240647682>



943

944

945

946

947

948

949

950

951

952

953

954

955

956

957

958 **EXHIBIT AO**

959 **Subject:** Legal Statements by George Palikaras regarding FINRA Corporate Actions

960 **Source:** <https://x.com/RareDealsHere/status/1938049748436676632/photo/3>



George Palikaras 
@palikaras

Case 0:24-cv-60891-AHS Document 39-1 Entered on FLSD Docket 08/16/2024 Page 9 of

31. Further, on or about December 8, 2022, FINRA notified the Company that it had unilaterally revised the language of the Company's December 6, 2022 corporate action and required the revised notice to be published on the Daily List. This revision was made without the input or authorization of the Company and took place on or about December 7, 2022, *after* FINRA had a call discussion with DTCC. I was informed that META II and Next Bridge's counsel were not invited to participate in the call between FINRA and DTCC.¹⁴

961